

DDI-4359-65

SECRET

OGC 65-2913

1 October 1965

MEMORANDUM FOR: Deputy Director for Intelligence

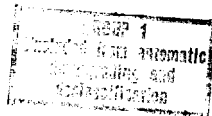
SUBJECT: [REDACTED]

1. On 30 September I talked with [REDACTED] about his relationship with the Agency in his new capacity as Vice President of [REDACTED] Inc. As I understand it, [REDACTED] is presently a consultant to the Agency but consideration is being given to research contracts with his company.

2. The research which may be required by DDI involves a subject which is related to but not identical with matters in which Mr. [REDACTED] was involved when employed by the Agency. Research requirements of possible interest to DD/S&T are, as I understand it, in fields not related to [REDACTED] previous duties with the Agency. The fact that knowledge acquired by [REDACTED] in his Agency employment would be applied at least to the DDI research projects does not in itself constitute a conflict of interest and it is up to DDI to determine which is the best entity to perform such research. However, precaution should be taken to ensure that any and all contract negotiations with [REDACTED] Inc. are completely on an arm's length basis. I see no problem with the DD/S&T projects as related to me although the same precaution as to contract negotiations should be taken.

3. The fact that [REDACTED] is a consultant does give me some concern and we discussed this at some length. We came to the conclusion that during the negotiation and performance of any research contracts [REDACTED] should not approach the Agency in his capacity as consultant

OGC REVIEW COMPLETED



MORI/CDF

~~SECRET~~

nor receive any consultant fees. I have no objection to the consultant relation lying dormant but it should not be exercised by the Agency until the contract period is completely terminated. stated to me that this was completely satisfactory to him.

25X1

S/ Lawrence R. Houston
LAWRENCE R. HOUSTON
General Counsel

cc: DD/S&T

~~SECRET~~